

BJB, INC.
FINANCIAL STATEMENTS AND
ACCOUNTANTS' COMPILATION REPORT
DECEMBER 31, 2006

BJB, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2006

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THE C.P.A. NETWORK, LLC
CERTIFIED PUBLIC ACCOUNTANTS

GLOBAL ACCESS
LOCAL FINANCIAL SPECIALISTS

ACCOUNTANTS' COMPILATION REPORT

To the Board of Trustees
BJB, Inc.
West Jordan, Utah

We have compiled the accompanying statement of financial position of BJB, Inc. (a Utah Corporation) as of December 31, 2006, and the related statements of activities, functional expenses and cash flows for the year then ended, in accordance with Statements on Standards of Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

The C.P.A. Network, LLC

The C.P.A. Network, LLC
Provo, Utah
March 7, 2007

Confiderus Group, Inc.
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BJB, Inc.
Statement of Financial Position
December 31, 2006

	<u>2006</u>
Assets	
Current Assets:	
Cash	\$ 10,921
Accounts receivable	<u>9,137</u>
Total Current Assets	<u>20,058</u>
 Total Assets	 <u><u>\$ 20,058</u></u>
 Liabilities and Net Assets	
Current Liabilities:	
Accounts payable	\$ 100
Accrued liabilities	<u>11,842</u>
Total Current Liabilities	<u>11,942</u>
 Long Term Liabilities:	
Loan from shareholder	<u>2,221</u>
Total Long Term Liabilities	<u>2,221</u>
 Total Liabilities	 <u>14,163</u>
 Net Assets	
Unrestricted:	
Unrestricted	<u>5,895</u>
Total Net Assets	<u>5,895</u>
 Total Liabilities & Net Assets	 <u><u>\$ 20,058</u></u>

BJB, Inc.
Statement of Activities
For the Year Ended December 31, 2006

	<u>2006</u>
Revenues	
State of Utah	\$ 105,922
Total Revenues	<u>105,922</u>
Program and Support Expenses	
Program services	105,443
General and administrative	1,921
Operating Expenses	<u>107,364</u>
Change in net assets	(1,442)
Net assets-beginning of year	7,337
Net assets-end of year	<u><u>\$ 5,895</u></u>

BJB, Inc.
Statement of Functional Expenses
For the Year Ended December 31, 2006

	Program Services	Management and General	Functional Expenses
Functional Expenses			
Wages & benefits	\$ 88,866	\$ 0	\$ 88,866
Program activities	10,441	0	10,441
Insurance	3,194	0	3,194
Meals	2,942	0	2,942
Fiscal agent fee	0	1,200	1,200
Professional services	0	330	330
Taxes	0	391	391
Total Expenses	\$ 105,443	\$ 1,921	\$ 107,364

BJB, Inc.
Statement of Cash Flows
For the Year Ended December 31, 2006

	<u>2006</u>
Cash flows from operating activities	
Change in net assets	\$ (1,442)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Changes in current assets and liabilities:	
Receivables (increase) decrease	(403)
Accounts payable increase (decrease)	(3,799)
Accrued liabilities increase (decrease)	4,393
Shareholder loan increase (decrease)	<u>721</u>
Net cash provided (used) by operating activities	<u>(530)</u>
 Net cash increase for period	 (530)
 Cash at beginning of period	 11,451
 Cash at End of Year	 <u><u>\$ 10,921</u></u>

BJB, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 1 - NATURE OF ACTIVITIES & SIGNIFICANT ACCOUNTING POLICIES

A. Nature of Activities

BJB, Inc. (the Company) was created under State of Utah statutes as a nonprofit organization, but operates as an Internal Revenue Code Chapter C corporation for income tax purposes and is required to file Form 1120 for federal tax purposes. The Company was established in February 2001 as a pilot microboard program to provide ongoing housing assistance, day support and other program activities for Brandon Jack Blauser who is permanently disabled. Financial support for the Company comes primarily from the State of Utah, Department of Human Services Division of Services for People with Disabilities.

B. Basis of Accounting

The Company uses the accrual method of accounting. The accompanying financial statements are presented on that basis. The accrual method is a comprehensive basis of accounting that is in accordance with accounting principles generally accepted in the United States of America.

C. Financial Statement Presentation

The Company has adopted SFAS No. 117 "Financial Statements of Not-for-Profit Organizations." Under SFAS No. 117, the Company is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As of December 31, 2006, the Company has received no temporarily or permanently restricted support and, therefore, has no restricted net assets.

D. Cash and Cash Equivalents

For financial statement purposes, the Company considers all highly-liquid short-term investments with maturity of three months or less to be cash or cash equivalents.

The Company maintains a checking account at a financial institution insured by the FDIC. At no time did this account exceed the FDIC insured limits.

E. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

F. Functional Allocation of Expenses

The costs of providing program and other activities have been summarized on a functional basis in the accompanying statement of activities and detailed in the statement of functional expenses. Accordingly, certain expenses have been allocated among program services and management and general expenses, based on management's estimates.

BJB, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2006

NOTE 2 – INCOME TAXES

As a result of the not-for-profit nature of the organization, the Company had no income taxes payable or significant deferred tax assets and deferred tax liabilities as of December 31, 2006.

During 2006 the company paid \$280 of federal income taxes and \$111 of state income taxes for continuing operations during the 2005 income tax year.

NOTE 3 - COMMITMENTS OR CONTINGENCIES

As of December 31, 2006, the Company has no lease commitments or other known contingencies of any kind.

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